



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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June 12, 1997

Clay Peck  
Peck Rock and Products  
1512 North 1300 East  
Lehi, Utah 84043

Re: Acceptance of Notice of Intention to Commence Small Mining Operations, Allred's Project,  
S/049/031, Utah County, Utah

Dear Mr. Peck:

Thank you for your Notice of Intention to Commence Small Mining Operations, received by the Division on June 10, 1997. The application for the proposed Allred's Project located in the NW1/4 of the SE1/4 of the NW1/4 of Section 16, T5S, R1W, SLBM, Utah County, Utah is complete with the exception that it does not show your mineral lease number which you must obtain from the School and Institutional Trust Lands Administration. Please advise us of that number when it is obtained. No additional information is required at this time.

For your reference, I have enclosed copies of our summarized rules regarding "Operation and Reclamation Practices," and the statutory penalty for failure to reclaim a minesite (SMO-1). Please give special consideration to item #10 of the "Operation and Reclamation Practices. Stockpiling topsoil material prior to beginning your mining operation will help ensure successful revegetation efforts upon final reclamation of the minesite. If the area being mined is a solid rock outcrop, or if the land surface is very rocky, then soil stockpiling is probably not possible. However, even the first few inches of undeveloped material is worth saving to aid in later revegetation efforts, and future regulatory release from reclamation requirements.

Should you wish to expand your operation beyond the five (5) acre limitation, please notify this office as soon as possible to discuss the necessary permitting requirements.

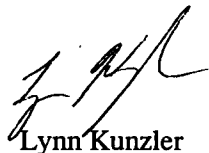
A Memorandum of Understanding between this Division and the State Department of Environmental Quality (DEQ) requires us to notify them upon receipt of a mining application. If you haven't already done so, you are advised to contact their office prior to starting your small mining operation to determine whether additional permits and/or approvals are required. We will forward a copy of this letter and your notice to the DEQ for their review. Their address and phone number is: Department of Environmental Quality, 288 North 1460 West, Salt Lake City, Utah, 84116, (801) 538-6146.

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Approval of mineral exploration or mining operations by the Division of Oil, Gas and Mining does not constitute approval to commence operations upon lands under state mineral leases administered by the School and Institutional Trust Lands Administration/school sections. Before conducting mining operations on state leased lands, the operator must provide formal written notification, meet bonding requirements, and obtain written approval from the School and Institutional Trust Lands Administration. Please contact them for their requirements. Their address is: School and Institutional Trust Lands Administration, 675 East 500 South, Salt Lake City, Utah 84102; phone number (801) 538-5100. As mentioned earlier, please advise us of your mineral lease number when obtained.

Thank you for your cooperation. When in the area, a member of the Division staff will examine the site. Best wishes with your mining operation.

Sincerely,



Lynn Kunzler  
Senior Reclamation Specialist

jb  
Enclosure  
cc: Kiran Bhayani, DWQ w/NOI  
John Blake, SITLA  
Roger L. Bon, UGS  
Tracking File  
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